

STAT

Bill G.

In our last conversation I said I would send you a copy of our accountant's report as preliminary information for renegotiation of rates due December 31, 1964. Enclosed are two copies of his report for our fiscal year ending September 30, 1964.

In addition, I am enclosing an analysis which compares the original cost estimate on which present rates are based, actual costs experienced for July, August, and September, 1964, as reported by our accountant and projected costs for the October, November, and December, 1964 quarter.

I would greatly appreciate your comments on the enclosures. I expect to have in January, 1965, the accountant's report for the period July 1, 1964, through December 31, 1964. Since the corporation did not start business until July 1, 1964, there will be little, if any, difference from the enclosed in the financial statement for July, August, and September, 1964.

If your auditors wish to have further information submitted with the accountant's report in January, 1965, I will be happy to do so.

Best wishes for a happy holiday.

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Enclosures

Declass Review by NGA.